COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

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In	the	Ma	tter	Ut.

PROPOSED ADJUSTMENT OF THE)
WHOLESALE WATER SERVICE RATES OF) CASE NO
THE FRANKFORT ELECTRIC AND WATER) 96-595
PLANT BOARD)

ORDER

The Frankfort Electric and Water Plant Board ("Frankfort") has submitted proposed revisions to its existing rates for wholesale water service to public utilities. Frankfort proposes that these revisions become effective for service rendered on and after December 15, 1996. Elkhorn Water District ("Elkhorn"), North Shelby Water Company ("North Shelby") and U.S. 60 Water District have moved to intervene in any Commission proceedings on the proposed rates and for suspension of the proposed rates.

Having considered the proposed rates and being otherwise sufficiently advised, the Commission finds that, pursuant to KRS 278.190, further proceedings are necessary to determine the reasonableness of the proposed rate revision.

The Commission further finds that Elkhorn, North Shelby, and U.S. 60 Water District have a special interest in this proceeding which is not otherwise adequately represented and that their intervention is likely to present issues or to develop facts that assist the Commission in fully considering the matter without unduly complicating or disrupting this proceeding.

IT IS THEREFORE ORDERED that:

1. Frankfort's proposed rate revisions are suspended for five months from

December 15, 1996 to May 14, 1997.

2. Within 30 days of the date of this Order, Frankfort shall submit the information

required by 807 KAR 5:001, Section 10. To the extent that Frankfort considers any of the

requirements of this regulation to be onerous or inapplicable, it may petition for a deviation

from them.

3. The motions of Elkhorn, North Shelby and U.S. 60 Water District for leave

to intervene in this matter are granted.

4. Elkhorn, North Shelby and U.S. 60 Water District shall be entitled to the full

rights of a party and shall be served with the Commission's Orders and with filed testimony,

exhibits, pleadings, correspondence and all other documents submitted by the parties after

the date of this Order.

5. Should Elkhorn, North Shelby or U.S. 60 Water District file documents of any

kind with the Commission in the course of these proceedings, it shall also serve a copy of

said document on all other parties of record.

Done at Frankfort, Kentucky, this 13th day of December, 1996.

PUBLIC SERVICE COMMISSION

For the Commission

ATTEST:

Executive Director